

RECREATION CENTERS OF SUN CITY, INC.

Insurance Committee

April 27, 2018

Chair Jerry DeLano called the meeting to order at 9:00am in the Lakeview Board Room.

PRESENT: Chair Jerry DeLano, Co-Chair Dave Wieland, Committee members John Chaney and George Courtot

RCSC STAFF PRESENT: General Manager Jan Ek

GUESTS: Lockton Companies representatives Angela Yanofsky, Gayle Stein, Lynette Anderson

Approval of Prior Meeting Summary: The Meeting Summary for March 9, 2018 was approved.

Discussion:

The Lockton team, RCSC's insurance brokers, presented the 6/30/2018 – 6/30/2019 insurance renewal proposal. Lockton recommended a change in carrier from Beazley to Hiscox for Cyber Liability to obtain a premium savings and a significantly reduced retention for the same coverage, otherwise all carriers remained the same. The General Liability coverage increased by \$26,664 annually, a 46% increase due to losses incurred. The workers' compensation experience modification factor went from 1.56 to 2.02 due to workers' compensation claims made, increasing the annual deposit premium by \$11,833, a 4.3% increase. Umbrella which is underlying coverage for general liability, employee benefit liability, liquor liability, employers liability, Directors and Officers liability, and auto liability increased by \$11,505 annually, a 20% increase due to losses incurred which includes the ongoing lawsuit.

Overall the total increase in RCSC's annual insurance premium is \$52,513, a 7.9% increase. The pollution liability coverage is a three (3) year policy which does not renew until 2020.

The insurance committee unanimously agreed to recommend renewal as presented by Lockton.

In the future, the insurance committee meeting should be scheduled prior to the monthly Board meeting in April.

Adjournment: The meeting adjourned at 9:35am.

Next Meeting: Second Friday in March 2019 followed by third Friday in April 2019 both held at 9am in the Board room.

Respectively submitted,

Dave Wieland, Co-Chair